

ND WORKERS COMPENSATION FUND
INVESTMENT PERFORMANCE REPORT AS OF JULY 31, 2002

	Month Ended 7/31/2002				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Actual	Policy	Fiscal YTD	FY02	Ended	Ended
			Net ROR		Net	Net	6/30/2002	6/30/2002
							Net	Net
LARGE CAP DOMESTIC EQUITY								
<i>Structured Growth</i>								
AllianceBernstein	13,481,156	1.5%	1.8%	-7.10%	-7.10%	-28.65%	-16.80%	N/A
Russell 1000 Growth				-5.50%	-5.50%	-26.49%	-16.15%	N/A
<i>Structured Value</i>								
LSV	15,301,176	1.8%	1.8%	-8.45%	-8.45%	2.41%	5.40%	N/A
Russell 1000 Value				-9.30%	-9.30%	-8.96%	-2.92%	N/A
<i>S&P 500 Index</i>								
State Street	64,690,283	7.4%	8.4%	-7.77%	-7.77%	-18.03%	-9.27%	3.58%
S&P 500				-7.80%	-7.80%	-17.99%	-9.18%	3.67%
TOTAL LARGE CAP DOMESTIC EQUITY	93,472,615	10.7%	12.0%	-7.79%	-7.79%	-16.89%	-8.30%	3.74%
S&P 500				-7.80%	-7.80%	-17.99%	-9.18%	3.67%
SMALL CAP DOMESTIC EQUITY								
<i>Manager-of-Managers</i>								
SEI	44,970,454	5.1%	6.0%	-13.68%	-13.68%	-12.92%	N/A	N/A
Russell 2000 + 200bp				-14.93%	-14.93%	-7.96%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	44,970,454	5.1%	6.0%	-13.68%	-13.68%	-12.92%	1.75%	4.02%
Russell 2000				-15.10%	-15.10%	-8.59%	1.67%	4.44%
CONVERTIBLES								
TCW	93,182,556	10.7%	12.0%	-7.22%	-7.22%	-20.37%	-2.22%	N/A
First Boston Convertible Index				-6.25%	-6.25%	-12.44%	0.11%	N/A
INTERNATIONAL EQUITY								
<i>Large Cap - Active</i>								
Capital Guardian	65,511,516	7.5%	8.0%	-10.19%	-10.19%	-12.10%	-2.96%	2.87%
MSCI EAFE - 50% Hedged				-10.04%	-10.04%	-14.62%	-7.32%	-1.89%
DOMESTIC FIXED INCOME								
<i>Core Bond</i>								
Western Asset	285,333,642	32.7%	29.5%	-0.21%	-0.21%	8.36%	8.53%	7.80%
Lehman Aggregate				1.21%	1.21%	8.62%	8.10%	7.57%
<i>Index</i>								
Bank of ND	153,380,790	17.6%	16.8%	1.32%	1.32%	8.38%	7.79%	7.42%
Bank of ND CD'S	8,046,774	0.9%	0.9%	0.29%	0.29%	5.04%	5.55%	5.48%
Total Index	161,427,563	18.5%	17.7%	1.22%	1.22%	8.14%	7.66%	7.30%
Lehman Gov/Corp				1.20%	1.20%	8.24%	7.86%	7.47%
<i>BBB Average Quality</i>								
Strong	111,595,336	12.8%	11.8%	-1.70%	-1.70%	N/A	N/A	N/A
Lehman US Credit BAA				-2.23%	-2.23%	N/A	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	558,356,542	63.9%	59.0%	-0.07%	-0.07%	7.55%	7.88%	7.42%
Lehman Aggregate				1.21%	1.21%	8.24%	7.86%	7.47%
CASH EQUIVALENTS								
<i>Bank of ND</i>								
90 Day T-Bill	18,087,379	2.1%	3.0%	0.16%	0.16%	2.41%	4.76%	4.99%
				0.15%	0.15%	2.63%	4.68%	4.64%
TOTAL WORKERS COMPENSATION	873,581,061	100.00%	100.00%	-3.31%	-3.31%	-1.76%	3.78%	6.81%
POLICY TARGET BENCHMARK				-2.68%	-2.68%	-0.36%	3.67%	2.19%

NOTE: Monthly returns and market values are preliminary and subject to change.